

State of Utah

Department of Natural Resources

MICHAEL R. STYLER Executive Director

Division of Oil, Gas & Mining

JOHN R. BAZA Division Director JON M. HUNTSMAN, JR. Governor

GARY R. HERBERT Lieutenant Governor

October 24, 2005

George Finnegan West Desert Granite, L.C. 12430 South Redwood Road P.O. Box 1178 Riverton, Utah 84065

Subject: Request for Surety, West Desert Granite LC, RDS 502 Mine, M/023/067, Juab

County, Utah

Dear Mr. Finnegan:

The last correspondence we received regarding your RDS 502 mine site was on July 28, 2005, when Joe Dunlop called stating the permit fees would be brought current and a \$33,250 Certificate of Deposit would be posted so operations can proceed within a five acre area. Mr. Dunlop also wanted to know what needed to be done to receive approval for your large mine application.

On July 29, 2005, we did receive the additional permit fees bringing those fees into compliance. To date, we have not received the required \$33,250 surety. When the surety is received you will be allowed to operate within the five acre area until the large mine plan is approved, provided you have approval from the BLM to mine within the five acre area. You may contact Tom Munson to determine what remains outstanding to finalize the large mine plan.

Please provide the required \$33,250 surety w/in 30 days or contact us to make arrangements as to when the surety will be provided. Failure to respond may result in requiring immediate reclamation of the mine site, as the mining law requires all mine sites be adequately bonded.

Please contact me at (801) 538-5258 if you have any questions regarding this letter.

Sincerely,

Susan M. White

Mining Program Coordinator Minerals Regulatory Program

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SMW:jb

cc: Doug Jensen, DOGM Tom Munson, DOGM

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Utah!